

CLAUSE H-28 – PAYMENT GUARANTEE (August 2002)

For construction subcontracts greater than \$25,000 but not greater than \$100,000 one of the following payment protections shall be required.

- a) A payment bond
- b) An irrevocable letter of credit
- c) A certificate of deposit

Within five (5) days after notice of award to the successful offeror, a payment bond/guarantee, with good and sufficient surety or sureties acceptable to SURA, shall be furnished. The penal sum of the payment bond/guarantee shall be equal to 50% of the subcontract price.

SURA will approve any surety and insurance company that, at the time of execution of this Subcontract, is listed in the latest published U.S. Treasury Department list of “Companies Holding Certificate of Authority as Acceptable Sureties on Federal Bonds and as Acceptable Reinsuring Companies”.